GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

Energy, Infrastructure & Investment Department – Permission to open a PD Account in the name of Andhra Pradesh State FibreNet Limited (APSFL) and Permission to APSFL to apply for necessary licenses such as Unified Access Services License etc. from the Government of India as per extant guidelines to enable the Company to carry on its operations/business activities Orders – Issued.

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ENERGY, INFRASTRUCTURE AND INVESTMENT (AIRPORTS) DEPARTMENT

G.O.RT.No. 57 **Dated:31-12-2015.**

Read the following:-

1.Lr.No.APSFL/General/02/2015-2, dt.12.11.2015 received from the CEO, APSFL..

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O R D E R:

In the letter 1st read above, the Chief Executive Officer, Andhra Pradesh State Fibre Net Limited has informed that subject of "Andhra Pradesh Fibre Corporation" has been transferred to the Energy, I&I Department from the IT Department vide G.O.Rt.No.3318 GA (SC.A) Dept., dated:05.11.2015 and the Andhra Pradesh State Fibre Net Limited (APSFL) has been incorporated on 12th Oct 2015 under The Companies Act 2013.

2. The CEO, APSFL has informed that in the first meeting of the Board of Directors of APSFL conducted on 07.11.2015, the Board authorized the Chief Executive Officer (CEO) to send necessary proposals to the Government for opening a PD Account for the Company to facilitate receipt of funds from the Government and also informed that a loan application to meet the costs of A.P. State Fiber Grid Project Phase-I has already been filed with Andhra Bank by INCAP.

3. He has also informed that it is assessed that out of the total estimated project cost of around Rs.333Crores, the Bank is likely to provide loans to the extent of 80% and the remaining 20% funding is to be provided by the Government. Further, as per the existing regulatory framework, APSFL has to obtain necessary licenses such as Unified Access Service License etc. from the Government of India, by paying the stipulated fees to enable the Company to carry on its operations/business activities. It is estimated that an amount of around Rs.75Crores is required in the current fiscal i.e. FY 2015-16 to meet the requirement of funds of the APSFL.

4. The CEO, APSFL has further informed that the Government has released Rs.10 Crores to the PD account of M/S Andhra Pradesh Technological Services Limited (APTS) for the establishment of the Company and that the APSFL Board, in its first Board Meeting has authorized the CEO to request the Government to transfer the amount of Rs.10 Crores released by the Government from the PD account of APTS to the account of the APSFL as the company is now functional.

5. The Chief Executive Officer, Andhra Pradesh State Fibre Net Limited has therefore requested the Government to issue necessary orders on the issues resolved in the first meeting of the Board of Directors of APSFL.

6. Government after careful examination, hereby issue the following orders:

1. Permission is accorded to the APSFL to open a PD Account in the name of Andhra Pradesh State FibreNet Limited (APSFL).

2. The amount of Rs.10.00 Cr. released by the Government shall be transferred from the PD A/c of APTS, to the account of APSFL. Rs 75 Crores is allocated in the budget of 2015-16 to APSFL. However, releases will be based on requirement.

3. Necessary funds will be provided based on requirement and the CEO, APSFL is advised to prepare cost analysis and assess the 'return on investment' and medium term financing plan.

Contd,.2P

4. Permission is accorded to APSFL to apply for necessary licenses such as Unified Access Services License etc. from the Government of India as per extant guidelines to enable the Company to carry on its operations/business activities.

7. This order issues with the concurrence of Finance (FMU-I-I, EF,MA) Department, vide their U.O.No.5866-F/101/A3/FMU.I&I,EF&MA/2015, Dated:04.12.2015.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

AJAY JAIN
SECRETARY TO GOVERNMENT

To
The Chief Executive Officer, Andhra Pradesh State Fibre Net Limited.
The Vice Chairman &Managing Director,
Infrastructure Corporation of Andhra Pradesh.
The all the Directors of Board.
The Accountent General, Andhra Pradesh, Hyd.

Copy to:
The Secretary to C.M.
The Finance Department.
The P.S to Secretary, E,I&I Department.

//Forwarded::By Order//

SECTION OFFICER